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SANDRA D. KENNEDY
COMMISSIONER

Direct Line: (602) 542-3625
Fax: (602) 542-3669
E-mail: skennedy@azcc.gov

ARIZONA CORPORATION COMMISSION

September 17, 2010

MEMO TO:

Jim Kane, President
Southwest Gas Corporation
5241 Spring Mountain Road
Las Vegas, Nevada 89150-0002

Paul Bonoavia, President
UNS Gas, Inc.
One South Church Avenue, Suite 200
Tucson, Arizona 85701

Doug Mann, General Manager
Semstream Arizona Propane, LLC
200 West Longhorn Road
Payson, Arizona 85541

Jim Leary, President
El Paso Natural Gas Company
2 North Nevada Avenue
Colorado Springs, CO 80903

Mike Howard, President
Transwestern Pipeline Company, LLC
800 E. Sonterra Blvd. Suite 400
San Antonio, TX 78258

Chris Reeves, President
North Baja Pipeline
One SW Columbia, Suite 475
Portland, OR 97258

RE: WINTER PREPAREDNESS WORKSHOP SCHEDULED FOR OCTOBER 28, 2010

As you are aware, there was a massive explosion and fire caused by a natural gas pipeline in San Bruno, California on September 9, 2010. In light of this very unfortunate incident, I would like you to be prepared to discuss the following at the referenced workshop:

1. Reaction to the possible causes of the San Bruno incident (if known at the time of the workshop).
2. The age of the oldest lines you have in your gas system in Arizona.
3. How do you prioritize which lines in your gas system in Arizona are in need of replacement due to age and/or condition?
4. Possibility of the same type of incident occurring on your gas system in Arizona.
5. What is your Company doing to prevent this type of incident from occurring on your gas system in Arizona?

I look forward to your presentation at the Winter Preparedness Workshop.

Sincerely,

A handwritten signature in cursive script, reading "Sandra D. Kennedy". The signature is fluid and elegant, with a large loop at the end of the last name.

Sandra D. Kennedy
Commissioner

cc: Kristin K. Mayes, Chairman
Gary Pierce, Commissioner
Bob Stump, Commissioner
Paul Newman, Commissioner
Ernest G. Johnson, Executive Director
Steve Olea, Director, Utilities Division